

1. A method of combining life insurance and annuities within a computer system, comprising:

borrowing money;
purchasing an annuity and a life insurance policy using said borrowed money;
paying premiums for said life insurance policy using income from said annuities;
making payments on said borrowed money using income from said annuities; and
maintaining inside build-up within said life insurance policy using said computer

system.

2. The method of claim 1, wherein said computer system is further responsible for:

coordinating said management company's data with a plurality of lenders and insurance companies;
receiving periodic income from each annuity;
periodically determining the amount to be credited from each annuity to each life insurance policy's money market, general, and mortality and expense accounts;
triggering the electronic crediting of said accounts;

3. The method of claim 2, wherein said computer system is further responsible for:

determining the amount to be credited to the lender for each loan;

determining the amount positive or negative loan amortization to be added or subtracted from each of said loans;

testing if the loan is in default; and

determining, at the death of the insured, the amounts to be paid to said lenders.

4. The method of claim 1 wherein the beneficiary of said life insurance policy is a charitable institution.

5. The method of claim 1, wherein said borrowed money is borrowed under non-recourse terms.

6. The method of claim 1, wherein a borrower guarantees repayment of at least part of said borrowed money.

7. The method of claim 1, wherein said annuity is a life-only annuity.

8. The method of claim 1, wherein said annuity is a 5-year certain annuity.

9. The method of claim 1, wherein said annuity, loan, and policy further comprise a plurality of annuities, loans, and policies.

10. The method of claim 9, wherein each of said annuities and loans are tracked to a particular one of said policies.

11. A method of combining life insurance and annuities using a computer system, comprising:

borrowing money;
purchasing an annuity and a life insurance policy using said borrowed money;
paying premiums for said life insurance policy using income from said annuities;
making payments on said borrowed money using income from said annuities; and
managing tax consequences of said income within an investment trust using said computer system in accordance with a trust instrument.

12. The method of claim 11, wherein said computer system is further responsible for:

coordinating said management company's data with a plurality of lenders and insurance companies;
receiving periodic income from each annuity;
periodically determining the amount to be credited from each annuity to each life insurance policy's money market, general, and mortality and expense accounts;
triggering the electronic crediting of said accounts;

13. The method of claim 12, wherein said computer system is further responsible for:

determining the amount to be credited to the lender for each loan;

determining the amount positive or negative loan amortization to be added or subtracted from each of said loans;

testing if the loan is in default; and

determining, at the death of the insured, the amounts to be paid to said lenders.

14. The method of claim 11 wherein the beneficiary of said life insurance policy is a charitable institution.

15. The method of claim 11, wherein said borrowed money is borrowed under non-recourse terms.

16. The method of claim 11, wherein a borrower guarantees repayment of at least part of said borrowed money.

17. The method of claim 11, wherein said annuity is a life-only annuity.

18. The method of claim 11, wherein said annuity is a 5-year certain annuity.

19. The method of claim 11, wherein said annuity, loan, and policy further comprise a plurality of annuities, loans, and policies.

20. The method of claim 19, wherein each of said annuities and loans are tracked to a particular one of said policies.

21. A method of combining life insurance and annuities using a computer system, comprising:

borrowing money;

purchasing an annuity and a life insurance policy using said borrowed money;

paying premiums for said life insurance policy using income from said annuities;

making periodic payments on said borrowed money using income from said

annuities;

establishing a life insurance company having an investment trust subsidiary; and

managing investment growth within said investment trust using said computer

system according to an trust instrument.

22. The method of claim 21, wherein said computer system is further responsible for:

coordinating said management company's data with a plurality of lenders and insurance companies;

receiving periodic income from each annuity;
periodically determining the amount to be credited from each annuity to each life insurance policy's money market, general, and mortality and expense accounts;
triggering the electronic crediting of said accounts;

23. The method of claim 22, wherein said computer system is further responsible for:

determining the amount to be credited to the lender for each loan;
determining the amount positive or negative loan amortization to be added or subtracted from each of said loans;
testing if the loan is in default; and
determining, at the death of the insured, the amounts to be paid to said lenders.

24. The method of claim 21 wherein the beneficiary of said life insurance policy is a charitable institution.

25. The method of claim 21, wherein said borrowed money is borrowed under non-recourse terms.

26. The method of claim 21, wherein a borrower guarantees repayment of at least part of said borrowed money.

27. The method of claim 21, wherein said annuity is a life-only annuity.

28. The method of claim 21, wherein said annuity is a 5-year certain annuity.

29. The method of claim 21, wherein said annuity, loan, and policy further comprise a plurality of annuities, loans, and policies.

30. The method of claim 29, wherein each of said annuities and loans are tracked to a particular one of said policies.

31. A method of combining life insurance and annuities using a computer system, comprising:

borrowing money;

purchasing an annuity and a life insurance policy using said borrowed money;

paying premiums for said life insurance policy using income from said annuities;

paying payments on said loan using income from said annuities;

establishing a partnership, a trust, and a management company;

paying fees to a management company to manage said computer system, wherein said computer system is responsible for:

sending a balance of cash flow and tax reporting to said partnership;

paying proceeds to the members of said partnership based on a partnership agreement; and

passing the tax consequences onto a tax-favored taxpayer in accordance with a trust instrument.

32. The method of claim 31, wherein said computer system is further responsible for:

coordinating said management company's data with a plurality of lenders and insurance companies;

receiving periodic income from each annuity;

periodically determining the amount to be credited from each annuity to each life insurance policy's money market, general, and mortality and expense accounts;

triggering the electronic crediting of said accounts;

33. The method of claim 32, wherein said computer system is further responsible for:

determining the amount to be credited to the lender for each loan;

determining the amount positive or negative loan amortization to be added or subtracted from each of said loans;

testing if the loan is in default; and

determining, at the death of the insured, the amounts to be paid to said lenders.

34. The method of claim 31 wherein the beneficiary of said life insurance policy is a charitable institution.

35. The method of claim 31, wherein said borrowed money is borrowed under non-recourse terms.

36. The method of claim 31, wherein a borrower guarantees repayment of at least part of said borrowed money.

37. The method of claim 31, wherein said annuity is a life-only annuity.

38. The method of claim 31, wherein said annuity is a 5-year certain annuity.

39. The method of claim 31, wherein said annuity, loan, and policy further comprise a plurality of annuities, loans, and policies.

40. The method of claim 39, wherein each of said annuities and loans are tracked to a particular one of said policies.

41. The method of claim 31, wherein said tax favored entities can include businesses developed within the U.S. Virgin islands, or economic development zones around airports.

42. A method for combining life insurance and annuities using a computer system, comprising:

- borrowing money;
- purchasing an annuity and a life insurance policy using said borrowed money;
- paying premiums for said life insurance policy using income from said annuities;
- paying payments on said loan using income from said annuities;
- establishing a partnership and a management company;
- paying fees to a management company to manage said computer system, wherein said computer system is responsible for:

- sending a balance of cash flow and tax reporting to said partnership;
- paying proceeds/profits to an investment trust; and
- paying the beneficiaries of said trust in the form of a dividend in accordance with a trust instrument.

43. The method of claim 42, wherein said computer system is further responsible for:

- coordinating said management company's data with a plurality of lenders and insurance companies;
- receiving periodic income from each annuity;
- periodically determining the amount to be credited from each annuity to each life insurance policy's money market, general, and mortality and expense accounts;
- triggering the electronic crediting of said accounts;

44. The method of claim 43, wherein said computer system is further responsible for:

determining the amount to be credited to the lender for each loan;
determining the amount positive or negative loan amortization to be added or subtracted from each of said loans;
testing if the loan is in default; and
determining, at the death of the insured, the amounts to be paid to said lenders.

45. The method of claim 42 wherein the beneficiary of said life insurance policy is a charitable institution.

46. The method of claim 42, wherein said borrowed money is borrowed under non-recourse terms.

47. The method of claim 42, wherein a borrower guarantees repayment of at least part of said borrowed money.

48. The method of claim 42, wherein said annuity is a life-only annuity.

49. The method of claim 42, wherein said annuity is a 5-year certain annuity.

50. The method of claim 42, wherein said annuity, loan, and policy further comprise a plurality of annuities, loans, and policies.
51. The method of claim 50, wherein each of said annuities and loans are tracked to a particular one of said policies.
52. A computer system combining life insurance and annuities, comprising:
a main computer system having a multithreaded operating system,
a software application, connected to and continuously updating a database application, and independently teleconnected with a plurality of business entities for carrying out the specific provisions of a trust instrument;
wherein said software application has a reporting mechanism which generates policy projections, note reporting, tax reporting, and cash-flow reporting.
53. The system of claim 52, wherein said main computer system further comprises a stand-alone machine.
54. The system of claim 52, wherein said main computer system further comprises a combination of several computers networked together.
55. The system of claim 52, wherein said plurality of business entities further comprise life insurance companies, annuity companies, commercial lenders, investors, and

clients, which are interconnected in a financial trust arrangement in which an annuity income stream is used to pay life insurance premiums according to a trust instrument.

56. The system of claim 52, further comprising:

said main computer system is integrated within another computer system maintained by a service entity and is located in a headquarters environment; and

a plurality of remote terminals, located in field offices outside said headquarters environment, and accessible only by secure logons located anywhere an Internet connection can be established.

57. The system of claim 52 wherein the beneficiary of said life insurance policy is a charitable institution.

58. The system of claim 52, wherein said commercial lender lends under non-recourse terms.

59. The system of claim 52, wherein said commercial lender requires a borrower guarantee repayment of at least part of a loan.

60. The system of claim 52, wherein said annuity is a life-only annuity.

61. The system of claim 52, wherein said annuity is a 5-year certain annuity.

62. The system of claim 52, wherein said annuity, lender, and life insurance policy further comprise a plurality of annuities, lenders, and policies.

63. The method of claim 62, wherein each of said annuities and loans are tracked to a particular one of said policies.

64. The system of claim 52, wherein said plurality of business entities further comprise life insurance companies, annuity companies, investors, and clients, which are interconnected in a financial trust arrangement in which an annuity income stream is used to pay life insurance premiums according to a trust instrument.

65. A method of combining life insurance and annuities within a computer system, comprising:
purchasing an annuity and a life insurance policy;
paying premiums for said life insurance policy using income from said annuities; and
maintaining inside build-up within said life insurance policy using said computer system.

66. The method of claim 65, wherein said computer system is further responsible for:

coordinating said management company's data with a plurality of insurance companies;

receiving periodic income from each annuity;

periodically determining the amount to be credited from each annuity to each life insurance policy's money market, general, and mortality and expense accounts; and triggering the electronic crediting of said accounts;

67. The method of claim 65 wherein the beneficiary of said life insurance policy is a charitable institution.

68. The method of claim 65, wherein said annuity is a life-only annuity.

69. The method of claim 65, wherein said annuity is a 5-year certain annuity.

70. The method of claim 65, wherein said annuity and policy further comprise a plurality of annuities and policies.

71. The method of claim 70, wherein each of said annuities are tracked to a particular one of said policies.

72. A method of combining life insurance and annuities using a computer system, comprising:

purchasing an annuity and a life insurance policy;
paying premiums for said life insurance policy using income from said annuities; and
managing tax consequences of said income within an investment trust using said
computer system in accordance with a trust instrument.

73. The method of claim 72, wherein said computer system is further responsible
for:

coordinating said management company's data with a plurality of insurance
companies;

receiving periodic income from each annuity;

periodically determining the amount to be credited from each annuity to each life
insurance policy's money market, general, and mortality and expense accounts; and
triggering the electronic crediting of said accounts;

74. The method of claim 72 wherein the beneficiary of said life insurance policy
is a charitable institution.

75. The method of claim 72, wherein said annuity is a life-only annuity.

76. The method of claim 72, wherein said annuity is a 5-year certain annuity.

77. The method of claim 72, wherein said annuity and policy further comprise a plurality of annuities and policies.

78. The method of claim 77, wherein each of said annuities are tracked to a particular one of said policies.

79. A method of combining life insurance and annuities using a computer system, comprising:

purchasing an annuity and a life insurance policy;

paying premiums for said life insurance policy using income from said annuities;

establishing a life insurance company having an investment trust subsidiary; and

managing investment growth within said investment trust using said computer system according to an trust instrument.

80. The method of claim 79, wherein said computer system is further responsible for:

coordinating said management company's data with a plurality of insurance companies;

receiving periodic income from each annuity;

periodically determining the amount to be credited from each annuity to each life insurance policy's money market, general, and mortality and expense accounts; and

triggering the electronic crediting of said accounts;

81. The method of claim 79 wherein the beneficiary of said life insurance policy is a charitable institution.

82. The method of claim 79, wherein said annuity is a life-only annuity.

83. The method of claim 79, wherein said annuity is a 5-year certain annuity.

84. The method of claim 79, wherein said annuity and policy further comprise a plurality of annuities and policies.

85. The method of claim 84, wherein each of said annuities are tracked to a particular one of said policies.

86. A method of combining life insurance and annuities using a computer system, comprising:
purchasing an annuity and a life insurance policy;
paying premiums for said life insurance policy using income from said annuities;
establishing a partnership, a trust, and a management company;
paying fees to a management company to manage said computer system, wherein said computer system is responsible for:

sending a balance of cash flow and tax reporting to said partnership;

paying proceeds to the members of said partnership based on a partnership agreement; and

passing the tax consequences onto a tax-favored taxpayer in accordance with a trust instrument.

87. The method of claim 86, wherein said computer system is further responsible for:

coordinating said management company's data with a plurality of insurance companies;

receiving periodic income from each annuity;

periodically determining the amount to be credited from each annuity to each life insurance policy's money market, general, and mortality and expense accounts; and

triggering the electronic crediting of said accounts;

88. The method of claim 86 wherein the beneficiary of said life insurance policy is a charitable institution.

89. The method of claim 86, wherein said annuity is a life-only annuity.

90. The method of claim 86, wherein said annuity is a 5-year certain annuity.

91. The method of claim 86, wherein said annuity and policy further comprise a plurality of annuities and policies.

92. The method of claim 91, wherein each of said annuities are tracked to a particular one of said policies.

93. A method for combining life insurance and annuities using a computer system, comprising:

purchasing an annuity and a life insurance policy;

paying premiums for said life insurance policy using income from said annuities;

establishing a partnership and a management company;

paying fees to a management company to manage said computer system, wherein said computer system is responsible for:

sending a balance of cash flow and tax reporting to said partnership;

paying proceeds/profits to an investment trust; and

paying the beneficiaries of said trust in the form of a dividend in accordance with a trust instrument.

94. The method of claim 93, wherein said computer system is further responsible for:

coordinating said management company's data with a plurality of insurance companies;

receiving periodic income from each annuity;

periodically determining the amount to be credited from each annuity to each life insurance policy's money market, general, and mortality and expense accounts; and

triggering the electronic crediting of said accounts;

95. The method of claim 93 wherein the beneficiary of said life insurance policy is a charitable institution.

96. The method of claim 93, wherein said annuity is a life-only annuity.

97. The method of claim 93, wherein said annuity is a 5-year certain annuity.

98. The method of claim 93, wherein said annuity and policy further comprise a plurality of annuities and policies.

99. The method of claim 98, wherein each of said annuities are tracked to a particular one of said policies.